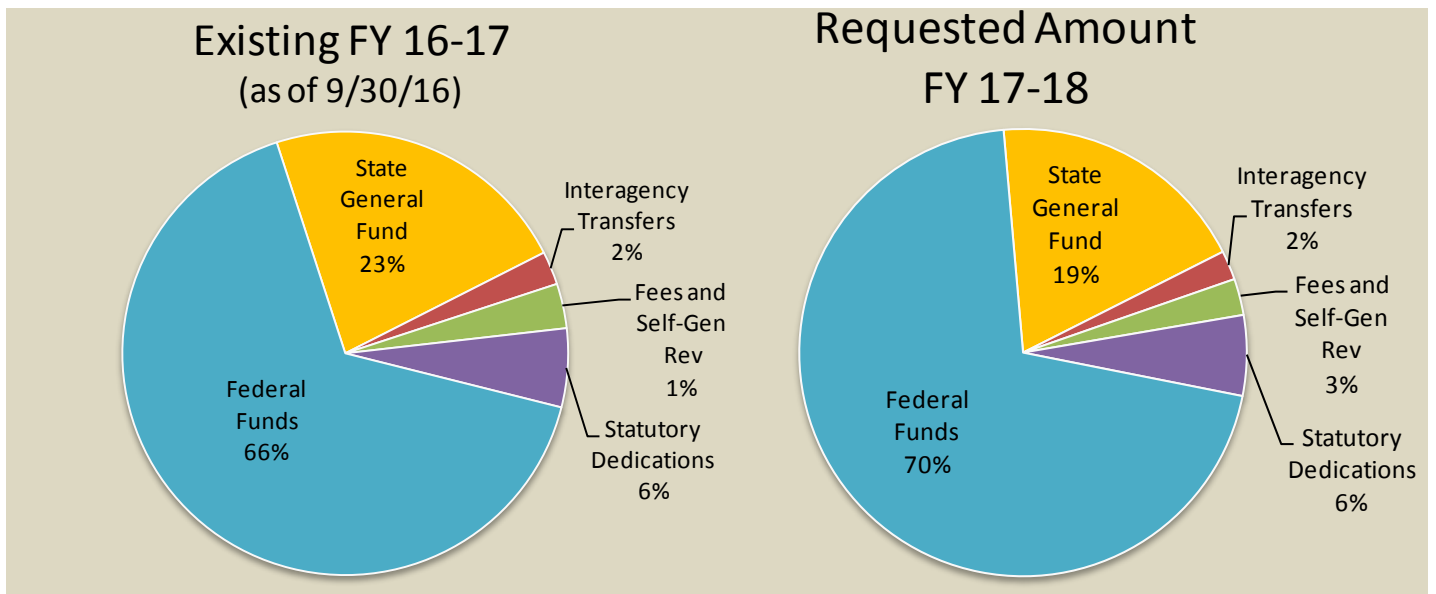


LA DEPARTMENT OF HEALTH

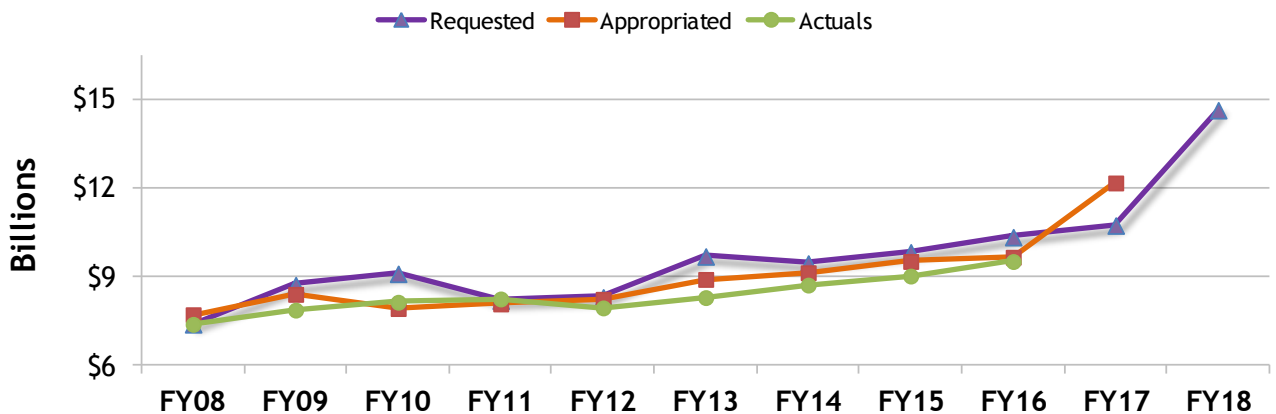
FY 18 Total Amount Requested = \$14.6 Billion, or an increase of 19.7%

Means of Finance	Actual Expenditures FY 15-16	Existing Budget FY 16-17 (as of 9/30/16)	Requested Amt FY 17-18	Difference Requested and Existing	Percent Difference
State General Fund	\$2,481,601,527	\$2,813,693,864	\$2,772,371,339	(\$41,322,525)	(1.5%)
Interagency Transfers	\$322,869,019	\$302,515,489	\$309,414,949	\$6,899,460	2.3%
Fees and Self-Gen Rev	\$239,853,366	\$298,717,006	\$384,881,361	\$86,164,355	28.8%
Statutory Dedications	\$543,111,474	\$713,618,626	\$850,921,378	\$137,302,752	19.2%
Federal Funds	\$5,934,023,036	\$8,097,417,954	\$10,316,026,628	\$2,218,608,674	27.4%
TOTAL MOF	\$9,521,458,422	\$12,225,962,939	\$14,633,615,655	\$2,407,652,716	19.7%
Authorized Positions	5,494	5,732	5,926	194	3.4%

Means of Finance Comparison



10-Year Budget History (in millions)



Source: Agencies and Executive Budget Supporting Documents

Significant Requests

- **New and Expanded** – The Louisiana Department of Health had \$853 million (\$147 million State General Fund) in new and expanded requests. Medical Vendor Payments had new programmatic requests totaling \$793 million (\$139 million from State General Fund). The larger requests included:
 - \$368 million (\$50 million SGF) for an increase in Medicaid reimbursement rates for professional services provided by physicians and physician extenders;
 - \$177 million (\$17 million SGF) to increase the total per member per month rates for population under the managed care organizations to an actuarially sound range from the 25th percentile to the 50th percentile;
 - \$79 million (\$29 million SGF) to increase rates for home and community based providers of personal care services for older adults and adults with physical or developmental disabilities;
 - \$52 million (\$10 million SGF) for an increase in treated Hepatitis C cases to treat approximately 737 people;
 - \$32 million (\$3.3 million SGF) to increase coverage of medication for treatment of opioid dependence;
 - \$22 million (\$8.2 million SGF) to increase rates for intermediate care facilities.

The Medical Vendor Administration's new and expanded requests totaled \$59 million (\$52 million Federal Funds and \$7 million State General Fund). The largest request for \$47 million (Federal Funds) is for a new integrated system for Medicaid eligibility and enrollment. The other requests are for staff augmentation through a cooperative endeavor agreement with UNO to assist with the replacement of the Medicaid Management Information Systems and for a consolidated call center to assist the 1.5 million Medicaid enrollees. The Capital Area Human Services District also requested \$1.1 million in State General Fund for a Crisis Stabilization Unit in Baton Rouge for mental health services.

- **Staffing** – The Louisiana Department of Health (LDH) requested an additional 194 positions and an increase of \$7.1 million in associated funding (\$3.6 million SGF).
 - Medical Vendor Administration wants to convert 85 temporary positions to permanent status with funds already available, and OBH wants to convert 1 temporary position to permanent status for behavioral health crisis support.
 - Office for Citizens with Developmental Disabilities (OCDD) requests 81 positions and \$5 million in associated funding at Pinecrest Supports and Services Center to comply with new CMS required staffing ratios.
 - The Office of Aging and Adult Services (OAAS) requests 17 positions and \$1.4 million to lower adult protective services caseloads [which at 170 per worker is well above the national average]. OAAS also wants to convert 3 temporary field audit and monitoring positions in the Long-Term Personal Care Services Program to permanent status.
 - The Office of Public Health (OPH) requests 5 lab positions and \$545,750.
 - The Office of the Secretary requests 2 positions and \$238,000 to comply with CMS emergency preparedness requirements.

LA DEPARTMENT OF HEALTH

- **Highlights of Continuation** – The largest request is for approximately \$2.3 billion in the Medicaid Program, with \$2.2 billion from federal Medicaid dollars. Significant increases in Medicaid include:
 - \$1.4 billion in per member per month rate increases for the population under the managed care organizations; \$1.3 billion is federal funds, \$131 million from premium taxes in the Medical Assistance Trust Fund and \$34 million in Hospital Stabilization Fund, \$95 million is from Self-Generated Revenue, and \$195 million less will be needed from State General Fund (SGF).
 - \$308 million (\$89 million SGF of the \$195 million SGF decrease above) in uncompensated care cost payments to public private partnership hospitals;
 - \$376 million (\$51 million SGF) base rate increase for hospitals, of which \$215 million will come from what is currently paid under upper payment limit, full Medicaid payments, and disproportionate share payments;
 - \$43 million (\$16 million SGF) for overtime for home and community based services providers per new Federal Labor Standards Act requirements;
 - \$35 million (\$13 million SGF) for federally mandated rate changes in Medicare premiums and for anticipated increases in the number of dual eligibles who enroll in the Medicare Savings Program and the Low-Income Subsidy Program;
 - \$25 million (\$9 million SGF) for projected increases in the number of persons with pervasive developmental disorders required to receive applied behavioral analysis.
- Significant increases in other LDH agencies include:
 - \$7.9 million SGF increase at Northwest La. Human Services Authority to bring this agency's funds in line with the per capita funding of other local governing entities;
 - \$6.7 million in Self-Generated Funds in OPH to annualize Act 605 of the 2016 Regular Session that increased fees for the Safe Drinking Water Program for the funding of 40 sanitarian positions previously approved; OPH also had significant requests of \$2 million SGF to improve birth outcomes, \$2 million to replace expiring federal Zika funds, \$2.9 million for a federal bioterrorism grant, and \$1 million SGF for laboratory software and maintenance.
 - OBH requested \$3 million (IAT-Federal) to annualize the system redesign and expansion of the Eastern Louisiana Mental Health System Hospital.
 - The Office of Aging and Adult Services requested approximately \$2.9 million in Medicaid funding to increase beds, special entrance rate, and food budget at Villa Feliciana, update and convert tracking systems, increase management system licenses, and fund nursing home quality initiatives.
- Standard Adjustments (82% SGF, 17% FED, 1% FEES) across LDH agencies include:
 - \$15 million for salary base adjustments; \$13 million for merit and promotional increases
 - \$9 million for inflation; \$ 6 million for acquisitions and major repairs;
 - \$5 million for overtime and termination pay;
 - \$400,000 for audit fee increases.

LA DEPARTMENT OF HEALTH

Department Contacts

Agency	Agency Head	Phone Number
LDH Secretary	Dr. Rebekah Gee	(225) 342-9503
LDH Undersecretary	Jeff Reynolds	(225) 342-6726
LDH Deputy Secretary	Michelle Alletto	(225) 342-7092
Medicaid Director	Jen Steele	(225) 342-3891
Office of Aging and Adult Services	Tara LeBlanc	(225) 342-6726
Office of Public Health	Beth Scalco	(225) 342-6188
Office of Behavioral Health	James Hussey	(225) 342-1868
Office for Citizens with Developmental Disabilities	Mark Thomas	(225) 342-0095
Developmental Disabilities Council	Sandee Winchell	(225) 342-6804
LA Emergency Response Network	Paige Hargrove	(225) 756-3444
Jefferson Parish Human Services Authority	Alicia (Lisa) Rhoden	(504) 838-5215
Florida Parishes Human Services Authority	Richard Kramer	(985) 748-2220
Capital Area Human Services District	Jan Kasofsky	(225) 922-2700
Metropolitan Human Services District	Rochelle Head-Dunham	(504) 535-2909
South Central La Human Services Authority	Lisa Schilling	(985) 858-2932
Acadiana Area Human Services District	Brad Farmer	(337) 262-4190
Northeast Delta Human Services Authority	Monteic Sizer	(318) 362-3270
Imperial Calcasieu Human Services Authority	Tanya McGee	(337) 475-3100
Central Louisiana Human Services District	Michael DeCaire	(318) 487-5191
Northwest Louisiana Human Services Authority	Doug Efferson	(318) 862-3086